

FISCAL NOTE

SB 1393 - HB 1006

March 14, 1997

SUMMARY OF BILL: Requires all ordinances or petitions for annexation to be approved by referendum of qualified voters in the territory proposed for annexation. The bill requires that the referendum would be paid for by the annexing municipality. Current law allows an area to be annexed by ordinance and permits a referendum in both the municipality and the annexed territory. The bill removes the provision for the referendum of the voters in the annexing municipality.

ESTIMATED FISCAL IMPACT:

Local Govt. Expenditures - Net Impact - Not Significant / Permissive

Local Govt. Expenditures - Cost Avoidance - Exceeds \$100,000 Over Time / Permissive

Forgo Local Govt. Revenues - Exceeds \$100,000 Over Time / Permissive

Assumes an increase in local government expenditures for elections in the annexed territories. Also assumes a decrease in local government expenditures to the extent that elections would not be held in annexing municipalities that would have been held in the absence of the bill.

To the extent that annexations do not take place that would have taken place in the absence of this bill, because an election is not currently required in the annexed territory, local governments would forgo revenues and avoid costs associated with such acquisitions.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director